5/015/0077 wayne



United States Department of the Interior

BUREAU OF LAND MANAGEMENT Green River District, Price Field Office 125 South 600 West Price, UT 84501 http://www.blm.gov/ut/st/en/fo/price.html



MAR 2 7 2014

In Reply Refer To: 3809 (UTG020) UTU-87376 RECEIVED
MAR 3 1 2014

DIV. OF OIL, GAS & MINING

CERTIFIED LETTER-RETURN RECEIPT REQUESTED #7010-1870-0002-7017-1077

GoldTerra, Inc. Attn: Daniel Sheppard P.O. Box 783 Price, Utah 84501

RE: Notice Expired; UMC# 365361, Blue Castle Mine; T16S, R14E, Section 29

Dear Mr. Sheppard:

The GoldTerra Blue Castle Mine Notice (UTU-87376) to conduct exploration trenching and drilling expired on March 18, 2014. Due to your failure to renew your Notice and notify the Bureau of Land Management (BLM) by the deadline to extend the Notice, the Notice has expired as required by 43 CFR 3809.333.

Notice Expired- All activities after the expiration date, except reclamation, must cease as required by 43 CFR 3809.335. Any activities continuing after the expiration date will be subject to enforcement actions per 43 CFR 3809.335.

If the operator files a new Notice, the requirements of the 43 CFR 3809 regulations, including, but not limited to, environmental review under the National Environmental Policy Act, and full cost bonding under 43 CFR 3809.500 must be met prior to resuming operations.

Reclamation Required- Unless you file a new Notice for the project area, you must commence reclamation within 30 days of receiving this decision. All reclamation, including required earthwork and reseeding, must be completed within 90 days of this decision. The BLM resource specialists will continue to monitor your progress in meeting your reclamation obligations, including the success of the re-vegetation in the disturbed area. The BLM will inform you when all reclamation standards have been met and whether your financial guarantee amount may be reduced or released.

A field inspection and file review indicate that approximately two acres of the five acre project area are disturbed and need reclaimed. The disturbance includes an exploration pit and

approximately 900 feet of access road. To assist in the reclamation process, I have attached a copy of the Conditions of Approval associated with your Notice which includes specifics like seed type. We would like to be present when you begin your reclamation, please notify us at least 48 hours in advance so we can be there.

Should you fail to commence reclamation within 30 days of issuance of this decision or fail to complete the necessary reclamation within 90 days of issuance of this decision, the BLM may initiate forfeiture of all or part of your financial guarantee as provided for under 43 CFR 3809.336(b) and 43 CFR 3809.595. You may also be subject to enforcement actions under 43 CFR 3809.601.

Appeal of the Decision

If you do not agree and are adversely affected by this decision, you may request that the Utah BLM State Director review this decision. If you request a State Director Review, the request must be received in the Utah BLM State Office (440 West 200 South, Suite 500, Salt Lake City, Utah 84145-0155), no later than 30 calendar days after you receive or have been notified of this decision. The request for State Director Review must be filed in accordance with the provisions in 43 CFR 3809.805. This decision will remain in effect while the State Director Review is pending, unless the State Director grants a Stay. If you request a Stay, you have the burden of proof to demonstrate that the Stay should be granted.

If the State Director does not make a decision on your request for review of the decision within 21 days of receipt of the request, you should consider the request declined and you may appeal this decision to the Interior Board of Land Appeals (IBLA). You may contact the BLM State Office to determine when BLM received the request for State Director Review. You have 30 days from the end of the 21-day period in which to file your Notice of Appeal with this office (125 South 600 West, Price, Utah 84501), which we will forward to IBLA.

If you wish to bypass a State Director Review, this decision may be appealed directly to the IBLA in accordance with the regulations at 43 CFR 3809.801(a)(1). Your Notice of Appeal must be filed in this office within 30 days from receipt of this decision. As the appellant, you have the burden of showing that the decision appealed from is in error.

If you have any questions, please call Chris Conrad at 435-636-3612.

Sincerely,

Galicia A. Clabaugh
Patricia A. Clabaugh

Field Manager

Enclosure

cc: Blackhawk Engineering, Inc. Attn: Dan Guy 1056 West 2060 North Helper, Utah 84526

> Utah Division of Oil Gas and Mining Attn: Wayne Western 1594 West North Temple, Suite 1210 Salt Lake City, Utah 84114-5801

Opie Abeyta, (UT-923)

Terry Snyder, (UT-923)

RECEIVED
MAR 3 1 2014

DIV. OF OIL, GAS & MINING